

November 10, 2010

ITEM NO. B4

**AUTHORIZATION TO EXECUTE A CONTRACT WITH DELTA DEMOLITION, INC.
FOR DEMOLITION SERVICES AT LECLAIRE COURTS EXTENSION - GROUP 5**

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to execute a contract for demolition services at LeClaire Courts Extension – Group 5 with Delta Demolition, Inc. The contract covers the demolition of fifty-eight (58) dwelling units at ten (10) buildings for a firm fixed price of \$418,900.00. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

RECOMMENDATION SUMMARY

Funding: General Fund

Specification No: 10 – 00587

Vendor: Delta Demolition, Inc.
1230 N. Kostner
Chicago, IL 60651

Contract Type: Demolition	Date Advertised:	August 17, 2010
Contract Amount: \$418,900.00	Pre-Bid Conference:	August 23, 2010
Number of Vendors Solicited: 264 (Including 134 MBE and 6 WBE Firms)	Site Visit:	August 23, 2010
Assist Agencies: 69; Non-Minority: 55	Addendum No. 1 Issued:	September 7, 2010
Number of Pick-Ups/Downloads: 32	Date Bid Opened:	September 14, 2010
Number of Bids Received: 6	Advertisement Publication(s):	Chicago Sun-Times Chicago Defender El Dia CHA Website BuySpeed Online
Contract Time: Ninety (90) calendar days from the date set forth in the Notice to Proceed		

M/W/DBE Participation:

Direct MBE 28 % WBE 4 % DBE _____ %

Indirect MBE _____ % WBE _____ % DBE _____ %

Waiver _____ (Yes/No)

Section 3:

Hiring # 2 Subcontracting \$ _____ Other Economic Opportunities \$ _____

GENERAL BACKGROUND

As part of the Capital Improvement Program, the Chicago Housing Authority (CHA) solicited bids to perform demolition work at LeClaire Courts Extension (IL2-015). LeClaire Courts extends along the west side of South Cicero Avenue from 44th Street to 45th Street. The structures to be demolished no longer serve a useful purpose and their demolition is needed as part of the ongoing renovation of CHA developments under the Plan for Transformation. The demolition work at LeClaire Courts Extension was split into several bid packages to provide greater contracting opportunities for vendors. Demolition, site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

PROCUREMENT HISTORY

The CHA advertised Invitation for Bid (IFB) No. 10 – 00587 on August 17, 2010 for the demolition of dwelling units at LeClaire Courts Extension – Group 5. The IFB was advertised in the Chicago Sun-Times, the Chicago Defender and El Dia, and on the CHA website and at BuySpeed Online. The pre-bid meeting and site visit were held on August 23, 2010. The CHA issued Addendum No. 1 on September 7, 2010. This Addendum distributed information on the CHA's new Online Contract Compliance System. The CHA received and opened six (6) bids on September 14, 2010.

After reviewing the bid submittal materials, the Department of Procurement and Contracts and the Capital Construction Department held a pre-award survey meeting with the apparent lowest bidder, Delta Demolition, Inc. The firm responded to questions on the thoroughness of its bid and its capacity to perform this work. With the reviews, analysis and meetings completed, the Department of Procurement and Contracts has determined that Delta Demolition, Inc. is the lowest responsive and responsible bidder for Group 5 with a bid of \$418,900.00.

Based on the foregoing, it is in the CHA's best interest for the Board of Commissioners to authorize the Chief Executive Officer or his designee to execute a contract with Delta Demolition, Inc. for demolition services at LeClaire Courts Extension – Group 5 for a firm fixed price of \$418,900.00. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.

RESOLUTION NO. 2010-CHA-145

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated November 10, 2010, entitled "AUTHORIZATION TO EXECUTE A CONTRACT WITH DELTA DEMOLITION, INC. FOR DEMOLITION SERVICES AT LECLAIRE COURTS EXTENSION – GROUP 5";

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT that the Board of Commissioners authorize the Chief Executive Officer or his designee to execute a contract with Delta Demolition, Inc. for demolition services at LeClaire Courts Extension (IL2-015) - Group 5 for a firm fixed price of \$418,900.00. The contract will cover the demolition of fifty-eight (58) dwelling units at ten (10) buildings. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.

